

UTAH Water Quality Project Assistance Program FY2004 INTENDED USE PLAN

I. INTRODUCTION

The State has agreed to prepare a plan, the Intended Use Plan (IUP), identifying the intended uses of the funds in the SRF during FY2004 and how those uses support the goals of the SRF as required under Section 606(c) of the Clean Water Act. The primary purpose of the IUP is to identify proposed annual intended use of the amounts available to the SRF and the Rural Community Hardship Grant Program. However, the IUP has been expanded to also include the Utah Wastewater Loan Program.

The secondary purpose of the IUP, established by Section 601(b) of the Act, is to facilitate the negotiation process for the capitalization grant agreement and schedule of grant payments. Therefore, the IUP will be subject to public comment and review and will include the following information:

1. List of Projects
2. Long and Short Term Goals
3. Supporting Information on SRF Activities
4. Assurances and Specific Proposals
5. Criteria and Method for Distribution of Funds
6. Proposed SRF Payments Schedule

II. LIST OF PROJECTS

The State is considering the following list of eligible projects for receiving FY2004 State Revolving Funds:

Potential State Revolving Fund Federal Projects

Municipal Wastewater Construction Projects:

<u>Name of Community</u>	<u>Project Type</u>	<u>Estimated Amount</u>
<i>Loans Closed – Draws Remaining:</i>		
Payson City	Upgrade & expansion of treatment facility	<u>\$1,282,651</u>
<i>Loans Authorized – Unclosed:</i>		
Parowan City	Upgrade & expansion of treatment	\$2,873,000
Fairview City	New treatment, collection & interceptor	1,700,000
Bear Lake South Shore	New collection, interceptor & treatment	2,230,000

Central Davis SD	Upgrade and New Interceptors	2,700,000
Mountain Green SD	Upgrade and Expansion of Treatment	1,055,000
Hyrum City	Wastewater Treatment Plant Upgrade	<u>4,220,000</u>
	Total Unclosed Loans	<u>\$14,778,000</u>

Planned Loans - Unauthorized Projects:

Saratoga Springs	Wastewater Reuse Project	\$2,000,000
North Davis	Wastewater Treatment Plant Upgrade	20,000,000
Stockton Town	New Treatment & Collection System	1,750,000
Snyderville Basin SID	Biosolids Management Project	4,200,000
Eagle Mountain	Wastewater Treatment Plant Upgrade	2,500,000
Central Weber/ Pineview Water	Wastewater Reuse Project	1,500,000
Central Valley WRF	Wastewater Reuse Project	16,000,000
Moroni City	Treatment & Collection Upgrade	2,500,000
Hooper City	New interceptor & collection system	13,000,000
North Fork SSD	New Treatment Facility	1,500,000
Manti City	Rehab Lagoons & Collection System	1,500,000
Cedar City	Interceptor Sewer	5,000,000
Eureka City	Facility Plan	<u>30,000</u>
	Total Municipal WWT projects	<u>\$71,480,000</u>

Non Point Source Projects:

Reserve for projects yet to be identified	<u>\$1,000,000</u>
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Underground Wastewater Disposal System Projects:

Reserve for projects yet to be identified	<u>\$300,000</u>
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TOTAL	<u>\$88,840,651</u>
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This data is a projection of funding for the listed projects. Determination will be made through the Utah Water Quality Board authorization, for project, loan amount, and financing term. An amount equal to four percent (4%) of the SRF Capitalization Grant funds will be used for program administration. Projects will be funded from the FY2002 and FY2003 Capitalization Grants, additional Capitalization Grants if awarded, as well as SRF loan repayments and match from state funds. Projects may also be funded from the Utah Wastewater Project Assistance Program and later removed from the State Revolving Fund projects list.

One disadvantaged community (Fairview City) is expected to receive funds, or a portion thereof, from the SRF with a repayment period not to exceed the design life of the underlying asset, or 30-years, whichever is less.

The financial assistance agreements are described in detail in Tables 1 & 2.

In the event that the above projects do not proceed, the FY2004 Intended Use Plan is extended to

include the entire FY2004 Wastewater Treatment Project Priority List as potential SRF projects. Projects will be considered by priority and by their readiness to proceed.

POTENTIAL RURAL COMMUNITY HARDSHIP GRANT PROJECTS

<u>Name of Community</u>	<u>Project Type</u>	<u>Estimated Amount</u>
Fairview City	New interceptor, Collection & Treatment Facility	<u>\$ 306,000</u>

Fairview City is the only qualifying project being considered for the Rural Community Hardship Grant in this Intended Use Plan.

The State is considering the following list of eligible projects to receive funding during FY2004 from Utah Wastewater Loan Program Funds:

State Loans/Grants - Authorized/Unclosed

Fairview City (State Loan)	\$1,600,000
Fairview City (Hardship Grant)	1,700,000
Timpanogos SSD	36,000
West Point City	19,000
Central Weber SID	<u>20,000</u>
TOTAL	<u>\$3,681,000</u>

POTENTIAL UTAH WASTEWATER LOAN PROGRAM PROJECTS

<u>Name of Community</u>	<u>Project Type</u>	<u>Estimated Amount</u>
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We anticipate the full measure of sales tax dollars with a limit of \$4.25 million per year. Available funds will be used as twenty percent State Match to the SRF Capitalization Grants.

Storm Water Projects:

West Point City	Storm Water Project	<u>\$800,000</u>
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See attachments for detailed information concerning projects.

III. LONG AND SHORT TERM GOALS

Long-Term - The State has the following long-term goals for its funding programs:

Goal #1 - Provide a permanent source of funding, which can be used in combination with

financing from a community's own resources and other funding sources, to assist in financing needed wastewater facilities construction and water quality projects.

Goal #2 - Evaluate and prioritize water quality needs within the state to allow funds to be distributed in a priority manner to the most environmentally needy projects.

Goal #3 –Maximize the best use of funds by offering state financial assistance for sufficient and affordable funding of construction projects.

In assisting communities to address their needs for adequate wastewater facilities, the Water Quality Board recognizes that such facilities must be sized for future growth. However, in helping communities provide wastewater infrastructure for existing and future users, the Board should be satisfied that proper and adequate planning has taken place so that environmental and quality of life problems associated with sprawl are not fostered by the projects it funds.

Short-term - The State has the following short-term goals for the SRF Program:

Goal #1 - Assist prospective funding recipients with project funding application preparations, during facility planning, and authorize funding for these projects.

Goal #2 - Assist in construction completion of projects that have been assisted with prior year funds.

IV. SUPPORTING INFORMATION ON SRF ACTIVITIES

Pertinent information on the types of activities anticipated to be supported by the SRF, during FY2004, is attached. As identified in the Capitalization Grant application, the State intends to use an amount equal to 4% of the federal capitalization grants for administrative support.

Recipients of SRF loans may be charged a hardship grant assessment, as determined by the Water Quality Board. The hardship grant assessment will be placed into the Hardship Grant Fund outside of the SRF and used as follows:

1. Hardship grant assessments derived from loans funded directly from EPA Capitalization Grants may only be used for purposes identified in 40 CFR Part 31.25.
2. Hardship grant assessments derived from loans made from funds “not directly made available” from EPA Capitalization Grants may be used to provide grants for communities whose projects would not be economically feasible unless grant assistance was provided.

V. ASSURANCES AND SPECIFIC PROPOSALS

The State has assured compliance with the following sections of the law in the State/EPA

Operating Agreement, Section XVI, Scope and Roles. In addition, the State has developed specific implementation rules of those assurances in the Utah Administrative Code, R-317-102, Utah Wastewater State Revolving Fund (SRF) Program.

Section 602(a)-Environmental Reviews

Section 602(b)(3)-Certify binding commitments within one year*

Section 602(b)(4)-Certify expeditious and timely expenditures

Section 602(b)(5)-First use for enforceable requirements

*Binding commitments are defined as the date of loan closing.

State Matching funds equaling at least 20% of the SRF Capitalization Grants received are available from repayments of Utah Wastewater Loans. These funds are available or will be available when needed in the Utah Wastewater Loan Program Fund.

VI. CRITERIA AND METHOD FOR DISTRIBUTION OF FUNDS

Utah has met "first use" requirements of Section 602(b)(5).

SRF funds will be distributed using the method, criteria, and eligible activities described in Section R-317-101 & 102 of the Utah Administrative Code. The methods and criteria used are designed to provide affordable assistance while providing the maximum benefit to the long-term viability of the fund.

VII. PROPOSED SRF PAYMENTS SCHEDULE

If projects listed in the 2004 IUP exceed the amount of estimated funds available during the planning period, some projects which are listed may not be funded, some projects may be funded using available leveraging techniques or some projects may need to be delayed until funds are available. See Table 2 for proposed schedule of payments.

Table 1 UTAH STATE REVOLVING FUND - INTENDED USE PLAN 2004																
PROJECT IDENTIFICATION			PROJECT SCHEDULE			PROJECT ASSISTANCE					TECHNICAL INFORMATION					
Recipient Name	EPA Project Number	State Project Number	Binding Commit.	Const. Start	Const. CP	Type	Assistance Amount	i	Hardship Grant Assmt	Repmt Period	Beginning Repayment Date	Type of Project	Cost Categ.	FY2004 Priority Ranking	mbe/wbe Reqmts	Discharge Reqmts
Loans Closed - Remaining Draws																
Payson City	C490333	148	Apr-03	May-03	Apr-04	L	7,479,000	0.0%	0.0%	20 yrs	Apr-05	212	IVA&B, I	2	yes	UT002427
Loans Authorized - Unclosed																
Parowan City	C490353	216	Sep-03	Oct-03	Mar-05	L	2,873,000	2.8%	0.0%	20 yrs	Mar-06	212	I, IVB	12	no	yes
Fairview City	C490302	121	Feb-04	Mar-04	Jul-05	L	1,700,000	0.0%	0.0%	30 yrs	Mar-06	212	IVA&B, I	10	yes	n/a
Bear Lake South Shore	C490312	220	Jul-02	Jul-03	Jun-04	L	2,230,000	0.0%	0.0%	25 yrs	Jun-05	212	I	11	yes	n/a
Central Davis SD	C490336	156	May-03	Mar-03	Jun-05	L	2,700,000	1.9%	0.0%	20 yrs	Jun-06	212	IVA&B, I	4	yes	n/a
Hyrum City	C490368	149	Aug-03	Aug-03	Dec-05	L	4,220,000	0.0%	0.0%	20 yrs	Dec-06	212	I & II	3	yes	n/a
Planned - Unauthorized Projects																
Timpanogos SSD	C490377	232	Dec-03	Dec-03	Dec-04	L	2,000,000	0.0%	0.0%	20 yrs	Jun-05	212	I & II	22	no	n/a
North Davis	C490318	157	Aug-03	Aug-03	Jun-06	L	20,000,000	2.0%	0.0%	20 yrs	Jun-07	212	I & II	18	yes	n/a
Stockton Town	C490376	231	Oct-03	Jan-04	Jun-05	L	1,750,000	0.0%	0.0%	20 yrs	Jun-06	212	IVA&B, I	17	no	n/a
West Point	C490375	233	Jul-03	Jul-03	Sep-04	L	1,000,000	3.0%	0.0%	20 yrs	Sep-05	212	VI	2	no	n/a
Snyderville Basin SID	C490380	146	Oct-04	Nov-04	Sep-06	L	4,190,000	0.0%	4.0%	20 yrs	Sep-06	212	I & II	6	yes	n/a
Eagle Mountain	C490374	234	Jun-03	Jul-03	Jun-04	L	2,500,000	0.0%	0.0%	20 yrs	Jun-05	212	I	19	no	UT0020915
Central Weber/Pineview Water	C490373	235	Jun-03	Jul-03	Jun-04	L	1,500,000	3.0%	0.0%	20 yrs	Jun-05	212	I	21	no	UT0023205
Central Valley WRF	C490381	158	Aug-03	Sep-03	Sep-05	L	16,000,000	0.0%	2.0%	20 yrs	Sep-05	212	n/a	13	yes	n/a
Moroni City	C490372	150	Apr-03	Jul-03	Jun-04	L	2,635,000	0.0%	2.5%	20 yrs	Jun-05	212	I, IVA	7	yes	UT0020222
Hooper City	C490359	136	Jun-04	Jul-04	Jun-05	L	13,000,000	0.0%	0.0%	20 yrs	Jun-06	212	IVa,IVb	1	yes	no
North Fork SSD	C490365	227	Apr-03	May-03	Mar-05	L	1,555,000	0.0%	0.0%	20 yrs	Mar-06	212	n/a	20	no	n/a
Eureka City	C490383	230	Aug-02	Sep-03	Sep-03	L	1,000,000	0.0%	0.0%	20 yrs	Jul-04	212	I	8	no	na
Cedar City	C490385	238	Aug-04	Oct-04	Oct-06	L	5,000,000	0.0%	3.0%	20 yrs	Oct-07	212	I	na	no	na
Manti City	C490384	236	Aug-03	Sep-03	Jun-04	L	1,500,000	0.0%	0.0%	20 yrs	Jun-05	212	n/a	9	no	n/a

TABLE 2 UTAH State Revolving Fund CASH DRAW AND PAYMENT SCHEDULE 2004 - 2005																
Recipient Name	EPA Project Number	State Project Number	Assistance Amount	Funds to Disburse	Binding Commit.	Const. Start	Const CP	SFY 2004 1 Qtr Jul - Sept	SFY 2004 2 Qtr Oct - Dec	SFY 2004 3 Qtr Jan - Mar	SFY 2004 4 Qtr Apr - Jun	SFY 2005 1 Qtr Jul - Sept	SFY 2005 2 Qtr Oct - Dec	SFY 2005 3 Qtr Jan - Mar	SFY 2005 4 Qtr Apr - Jun	TOTAL
Loans Closed - Draws Remaining																
Payson City	C490333	148	7,479,000	1,282,652	Apr-03	Oct-03	Sep-04		320,663	320,663	320,663	320,663				1,282,652
Loans Authorized - Unclosed																0
Parowan City	C490353	216	2,873,000	2,873,000	Sep-03	Oct-03	Mar-05		483,000	478,000	478,000	478,000	478,000	478,000		2,873,000
Fairview City	C490302	121	1,700,000	1,700,000	Feb-04	Mar-04	Mar-05			200,000	200,000	200,000	550,000	550,000		1,700,000
Bear Lake South Shore	C490312	220	2,230,000	2,230,000	Jul-02	Jul-02	Jun-04	333,333	333,333	333,334	1,230,000					2,230,000
Central Davis SD	C490336	156	2,700,000	2,700,000	Apr-03	Mar-03	Jun-05	337,500	337,500	337,500	337,500	337,500	337,500	337,500	337,500	2,700,000
Hyrum City	C490368	149	4,220,000	4,220,000	Aug-03	Aug-03	Dec-05	527,500	527,500	527,500	527,500	527,500	527,500	527,500	527,500	4,220,000
Planned Loans - Unauthorized Projects																0
Saratoga Springs	C490377	232	2,000,000	2,000,000	Jul-03	Aug-03	Jun-04	500,000	500,000	500,000	500,000					2,000,000
North Davis	C490318	157	20,000,000	20,000,000	Jun-03	Jul-03	Jun-06	281,250	281,250	281,250	281,250	281,250	281,250	281,250	281,250	2,250,000
Stockton Town	C490376	231	1,750,000	1,750,000	Oct-03	Jan-04	Jun-05		291,666	291,666	291,666	291,666	291,666	291,666	291,670	1,750,000
West Point	C490375	233	1,000,000	1,000,000	Apr-03	Jul-03	Sep-04	200,000	200,000	200,000	200,000	200,000				1,000,000
Snyderville Basin SID	C490380	146	4,190,000	4,190,000	Oct-03	Nov-03	Sep-05		598,574	598,571	598,571	598,571	598,571	598,571	598,571	4,190,000
Eagle Mountain	C490374	234	2,500,000	2,500,000	Jun-03	Jul-03	Jun-04	625,000	625,000	625,000	625,000					2,500,000
Central Weber/Pineview Water	C490373	235	1,500,000	1,500,000	Jun-03	Jul-03	Jun-04	375,000	375,000	375,000	375,000					1,500,000
Central Valley WRF	C490381	158	16,000,000	16,000,000	Aug-03	Sep-03	Sep-05	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	16,000,000
Moroni City	C490372	150	2,635,000	2,635,000	Apr-03	Jul-03	Jun-04	658,750	658,750	658,750	658,750					2,635,000
Hooper City	C490359	136	13,000,000	13,000,000	Jun-04	Jul-04	Jun-05	1,625,000	1,625,000	1,625,000	1,625,000	1,625,000	1,625,000	1,625,000	1,625,000	13,000,000
North Fork SSD	C490365	227	1,555,000	1,555,000	Apr-03	May-03	Mar-05	222,143	222,143	222,143	222,143	222,143	222,143	222,142		1,555,000
Eureka City Corp	C490383	230	1,000,000	1,000,000	Aug-02	Sep-03	Sep-03	250,000	250,000	250,000	250,000					1,000,000
Cedar City	C490385	238	5,000,000	5,000,000	Aug-04	Oct-04	Oct-06		1,250,000	625,000	625,000	625,000	625,000	625,000	625,000	5,000,000
Manti City	C490384	236	1,500,000	1,500,000	Aug-03	Sep-03	Jun-04	375,000	375,000	375,000	375,000					1,500,000
Administration				1,000,000				125,000	125,000	125,000	125,000	125,000	125,000	125,000	125,000	1,000,000
TOTAL			94,832,000	89,635,652				8,435,476	11,087,713	10,949,377	11,846,043	7,832,293	7,661,630	7,661,629	6,411,491	71,885,652
Federal LOC								5,888,333	1,060,967	0	0	6,006,078	943,222	0	0	13,898,600
SRF Repaymt Fund								1,369,476	9,814,553	10,949,377	11,846,043	625,000	6,529,764	7,661,629	6,411,491	55,207,333
State Match								1,177,667	212,193	0	0	1,201,215	188,644	0	0	2,779,719

TABLE 2 UTAH WASTEWATER LOAN PROGRAM CASH DRAW AND PAYMENT SCHEDULE 2004 - 2005																
Recipient Name	EPA Project Number	State Project Number	Assistance Amount	Funds to Disburse	Binding Commit.	Const. Start	Const CP	SFY 2004 1 Qtr	SFY 2004 2 Qtr	SFY 2004 3 Qtr	SFY 2004 4 Qtr	SFY 2005 1 Qtr	SFY 2005 2 Qtr	SFY 2005 3 Qtr	SFY 2005 4 Qtr	TOTAL
Loans Closed - Funds Remaining to be Disbursed:																
																0
																0
																0
Loans Authorized - Unclosed																
Fairview City (30)	C490327	816	1,466,000	1,466,000	Feb-04	Mar-04	Nov-06			250,000	500,000	466,000	250,000			1,466,000
Administrative Costs								50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000	400,000
TOTAL			1,466,000	1,466,000				50,000	50,000	300,000	550,000	516,000	300,000	50,000	50,000	1,866,000

WASTEWATER HARDSHIP GRANT PROGRAM CASH DRAW AND PAYMENT SCHEDULE 2004 - 2005																
Recipient Name	Project Number	State Project Number	Assistance Amount	Funds to Disburse	Binding Commit.	Const. Start	Const CP	SFY 2004 Jul - Sept 1 Qtr	SFY 2004 Oct - Dec 2 Qtr	SFY 2004 Jan - Mar 3 Qtr	SFY 2004 Apr - Jun 4 Qtr	SFY 2005 Jul - Sept 1 Qtr	SFY 2005 Oct - Dec 2 Qtr	SFY 2005 Jan - Mar 3 Qtr	SFY 2005 Apr - Jun 4 Qtr	TOTAL
Fairview City	C490372	C016	1,700,000	1,700,000	Feb-04	Mar-04	Nov-06			425,000	425,000	425,000	425,000			1,700,000
Timpanogos SSD	C490379	229	36,000	36,000	Oct-02	Apr-03	Jun-04				36,000					36,000
Hildale City	C490378	237	61,800	61,800	Apr-02	Jul-03	Sep-04	61,800								61,800
Moroni City	C490372	150	54,000	54,000	Jun-03	Jul-03	Dec-04	13,500	13,500	13,500	13,500					54,000
Central Weber SID	C490382	228	20,000	20,000	Oct-02	Apr-03	Sep-04	20,000								20,000
Manti City	C490384	236	1,500,000	1,500,000	Aug-03	Sep-03	Sep-05		375,000	375,000	375,000	375,000				1,500,000
Monroe City	C490372	C018	1,725,000	1,725,000	May-04	May-04	#REF!				431,250	431,250	431,250	431,250		1,725,000
South Sevier Co. SSD	C490363	226	1,170,000	1,170,000	#REF!	#REF!	#REF!				292,500	292,500	292,500	292,500		1,170,000
TOTAL			6,266,800	6,266,800				95,300	388,500	813,500	1,573,250	1,523,750	1,148,750	723,750	0	6,266,800

RURAL COMMUNITY HARDSHIP GRANT PROGRAM CASH DRAW AND PAYMENT SCHEDULE 2004 - 2005																
Recipient Name	Project Number	State Project Number	Assistance Amount	Funds to Disburse	Binding Commit.	Const. Start	Const CP	SFY 2004 1 Qtr	SFY 2004 2 Qtr	SFY 2004 3 Qtr	SFY 2004 4 Qtr	SFY 2005 1 Qtr	SFY 2005 2 Qtr	SFY 2005 3 Qtr	SFY 2005 4 Qtr	TOTAL
Fairview City	C490302	127	306,000	306,000	Feb-04	Mar-04	Nov-06			306,000						306,000
TOTAL			306,000	306,000				0	0	306,000	0	0	0	0	0	306,000

